GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3226
ANSWERED ON:22.03.2002
FUNDS FOR VRS
VIRENDRA KUMAR

Will the Minister of FINANCE be pleased to state:

(a) whether the Government have made any assessment On the financial implications of VRS recentlyintroduced for the Central Government Employees, rendered as surplus;

(b) if SO, the details thereof;

(c) the manner in which the Government propose to finance the additional expenditure that is likely to be incurred; and

(d) the details of the loan sought from World Bank or any other external financial institutions for funding the VRS?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL) :

(a) and (b) It is not possible to assess the financial implications at this stage as the response to the recently introduced Special Voluntary Retirement Scheme for Surplus Central Government Employees is dependenton the number of surplus employees opting for VRS.

(c) A token provision of Rs. 100 crore has been made in Budget Estimates 2002-2003 for the VRS.

(d) No loan has been sought from World Bank or any other external financial institution for funding the VRS.